

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

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FISCAL IMPACT STATEMENT

LS 6974

BILL NUMBER: SB 483

NOTE PREPARED: Jan 8, 2013

BILL AMENDED:

SUBJECT: Administration of County Income Taxes.

FIRST AUTHOR: Sen. Kruse

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Pending

Summary of Legislation: This bill provides that beginning January 1, 2014, the Department of State Revenue (DOR) will no longer collect and administer local option income taxes (LOIT). The bill repeals provisions related to: (1) the state collection of LOIT; and (2) the calculation and distribution by the state of certified distributions of LOIT revenue.

Counties who impose a LOIT will have the authority and responsibility for the administration, collection, and enforcement of their income tax. The bill provides that LOIT withholdings should be remitted directly to the county treasurer of the county that imposed the tax. It requires taxpayers to file LOIT returns and to remit the tax due to the county treasurer of the county that imposed the tax. The county treasurer will issue refunds if a taxpayer's payments exceed their LOIT liability. The bill specifies that certain provisions related to the DOR's administration of state taxes also apply to a county administering a LOIT.

Effective Date: Upon passage; January 1, 2014.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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